Message Text

PAGE 01 STATE 125216

15

ORIGIN EUR-12

INFO OCT-01 ISO-00 L-03 CU-02 SP-02 AID-05 EB-07 NSC-05

CIEP-01 TRSE-00 SS-15 STR-04 OMB-01 CEA-01 CIAE-00

INR-07 NSAE-00 H-02 /068 R

DRAFTED BY EUR/EE:AMBMFHERZ/FDR APPROVED BY EUR/EE:CBROWN EUR/EE:DNMILLER

----- 113115

R 292141Z MAY 75 FM SECSTATE WASHDC TO AMEMBASSY SOFIA INFO AMEMBASSY PRAGUE AMEMBASSY VIENNA USDOC WASHDC

LIMITED OFFICIAL USE STATE 125216

E.O. 11652:N/A

TAGS:ECIB, EEWT, EFIN, XG, US

SUBJECT: BULGARIAN ATTITUDE TOWARD TRADE AGREEMENT WITH US

- 1. AMBASSADOR HERZ TALKED BY TELEPHONE MAY 29 WITH VICE PRESIDENT CURRAN OF CHASE MANHATTAN BANK, WHO WAS MEMBER OF THE ROCKEFELLER PARTY, TO CHECK HIS RECOLLECTION OF WHAT ZHIVKOV AND OTHER BULGARIAN LEADERS MIGHT HAVE SAID ABOUT POSSIBILITY OF CONCLUDING TRADE AGREEMENT WITH US. CURRAN REFERRED TO HIS NOTES ON THE ROCKEFELLER CONVERSATION WITH ZHIVKOV.
- 2. THE POINT MADE BY ZHIVKOV AND OTHERS, CURRAN RECALLED, WAS THAT THE TRADE AGREEMENT IMPASSE WITH THE USSR SHOULD NOT BE ALLOWED TO STAND IN THE WAY OF DEVELOPMENT OF USBULGARIAN RELATIONS IN TRADE AS WELL AS IN OTHER FIELDS. LIMITED OFFICIAL USE

PAGE 02 STATE 125216

ZHIVKOV MADE CLEAR BULGARIAN SOLIDARITY WITH THE USSR ON THE TRADE LEGISLATION ISSUE, POINTING IN FACT TO BULGARIAN ECONOMIC DEPENDENCE ON THE USSR AND ASKING (ACCORDING TO CURRAN) SOMETHING LIKE "YOU DON'T THINK I AM CRAZY, DO YOU?"

- 3. AT SAME TIME ZHIVKOV, AS WELL AS THE OTHER BULGARIAN LEADERS REFERRED TO IN REF B,SPOKE ABOUT THE POSSIBILITY OF CONCLUDING AGREEMENTS WITH THE US; AND ALTHOUGH STRESS SEEMS TO HAVE BEEN LAID ON CULTURAL, TECHNICAL AND SCIENTIFIC THERE WAS ALSO MENTION OF COVERING TRADE. DAVID ROCKEFELLER, IN CURRAN'S RECOLLECTION, IN FACT ASKED WHETHER BULGARIANS HAVE IN MIND ONE AGREEMENT COVERING ALL THOSE SUBJECTS OR SEPARATE ONES, AND BULGARIANS SAID THEY COULD BE SEPARATE AND REFERRED TO DRAFTS THEY HAD SUBMITTED TO USG LAST YEAR.
- 4. AMBASSADOR HERZ'S IMPRESSION FROM THIS CONVERSATION IS THAT THE BULGARIANS ARE INDEED WILLING TO MOVE ALSO ON TRADE, BUT THAT WHEN ZHIVKOV MENTIONED THIS FIELD AS ONE THAT COULD ALSO BE COVERED BY AN AGREEMENT, HE MUST HAVE HAD IN MIND SOME LOOSE KIND OF "UMBRELLA" AGREEMENT THAT COULD COVER TRADE AS WELL AS EXCHANGES. IN CURRAN'S RECOLLECTION, AT LEAST, THERE SEEMS TO BE NOTHING THAT WOULD INDICATE THAT THE BULGARIANS ARE READY AT THIS TIME TO BREAK RANKS WITH THE USSR AND CONCLUDE AN AGREEMENT UNDER THE TRADE ACT OF 1974. NEVERTHELESS, THE SUBJECT CLEARLY DESERVES TO BE FURTHER EXPLORED.
- 5. ONE FURTHER INDICATION THAT ZHIVKOV IS NOT LIKELY TO HAVE HINTED TO ROCKEFELLER THAT THE GOB WAS INTERESTED IN CONCLUDING A TRADE AGREEMENT MEETING THE REQUIREMENTS OF OUR TRADE ACT IS THAT AMBASSADOR HERZ RECALLS A CONVERSATION WITH DEPUTY FOREIGN MINISTERLUKANOV AT THE JAPANESE NATIONAL DAY RECEPTION, BELIEVED TO HAVE BEEN SUBSEQUENT TO THE ROCKEFELLER VISIT. ON THAT OCCASION AMBASSADOR POINTED OUT TO LUKANOV THAT THERE REALLY IS NO LOGICAL REASON WHY BULGARIA NEEDS TO FEEL INHIBITED IN TRADE NEGOTIATIONS BY THE JACKSON-VANIK AMENDMENT, SINCE ALMOST ALL JEWS WHO WISH TO LEAVE HAVE LEFT, AND WE HAVE BEEN TOLD BY ZHIVKOV HIMSELF THAT THE DIVIDED FAMILY ISSUE COULD BE SETTLED IN SHORT ORDER. LUKANOV RESPONDED THAT THIS WAS A LIMITED OFFICIAL USE

PAGE 03 STATE 125216

"NEW THOUGHT." IF IT WAS NEW TO HIM THEN, HE IS NOT LIKELY TO HAVE PUT IDEAS OF THIS KIND TO AN AMERICAN VISITOR SHORTLY BEFORE.

7. FOR VIENNA: AMBASSADOR HERZ EXPECTS TO BE IN VIENNA JUNE 2 AND 3 AND WOULD APPRECIATE EMBASSY ASSISTANCE IN ARRANGING AN OCCASION FOR HIM TO MEET WITH MR. JUDAR. IT WOULD PROBABLY BE BEST, HOWEVER, NOT TO REFER TO AMBASSADOR'S CONVERSATION WITH MR. CURRAN, TO AVOID ANY IMPLICATION THAT WE HAVE GONE BEHIND JUDAR'S BACK TO CHECK ON INFORMATION HE PROVIDED TO US IN SOFIA. THERE ARE IN FACT ALSO OTHER MATTERS WHICH AMBASSADOR COULD PROFITA-

Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 05 JUL 2006
BLY DISCUSS WITH MR. JUDAR. INGERSOLL
LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X Capture Date: 01 JAN 1994 Channel Indicators: n/a

Current Classification: UNCLASSIFIED

Concepts: TRADE AGREEMENTS, NEGOTIATIONS

Control Number: n/a Copy: SINGLE Draft Date: 29 MAY 1975 Decaption Date: 01 JAN 1960 Decaption Note: Disposition Action: RELEASED Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: CunninFX
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975STATE125216

Document Number: 1975STATE125216
Document Source: CORE
Document Unique ID: 00
Drafter: AMBMFHERZ/FDR

Enclosure: n/a Executive Order: N/A Errors: N/A

Film Number: D750190-0977

From: STATE

Handling Restrictions: n/a Image Path:

Legacy Key: link1975/newtext/t1975058/aaaaagwa.tel Line Count: 116 Locator: TEXT ON-LINE, ON MICROFILM

Office: ORIGIN EUR

Original Classification: LIMITED OFFICIAL USE

Original Handling Restrictions: n/a Original Previous Classification: n/a Original Previous Handling Restrictions: n/a

Page Count: 3

Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE

Previous Handling Restrictions: n/a
Reference: 75 VIENNA 4294, 75 SOFIA 1024
Review Action: RELEASED, APPROVED
Review Authority: CunninFX

Review Comment: n/a Review Content Flags: Review Date: 02 APR 2003

Review Event:

Review Exemptions: n/a
Review History: RELEASED <02 APR 2003 by ElyME>; APPROVED <16 SEP 2003 by CunninFX>

Review Markings:

Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 05 JÚL 2006

Review Media Identifier: Review Referrals: n/a Review Release Date: n/a Review Release Event: n/a **Review Transfer Date:** Review Withdrawn Fields: n/a

Secure: OPEN Status: NATIVE

Subject: BULGARIAN ATTITUDE TOWARD TRADE AGREEMENT WITH US

TAGS: ECON, EEWT, EFIN, OVIP, XG, US, CHASE MANHATTAN BANK, (ROCKEFELLER, DAVID)

To: SOFIA

Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 05 JUL 2006